TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 2246 - SB 2177

June 2, 2020

SUMMARY OF ORIGINAL BILL: Extends eligibility for tuition reimbursement provided to members of the Tennessee National Guard under the STRONG Act of 2017 to include vocational and technical programs from a college of applied technology and certain graduate degree programs. Sets forth limitations and conditions on eligibility for the tuition reimbursement. Expands the definition of tuition to include all mandatory fees.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures – \$100,000/FY20-21/STRONG Act

Other Fiscal Impact – According to the Department of Military, approximately \$6,515,800 of the initial appropriation for the STRONG Act has not yet been expended.

SUMMARY OF AMENDMENT (017867): Changes the effective date from July 1, 2020 to August 1, 2020.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- Tuition reimbursements under the STRONG act are expended from a dedicated fund created in FY17-18 with an initial appropriation of \$8,959,000.
- According to the Department of Military, \$2,443,177 of that fund has been expended to date. Pursuant to Tenn. Code Ann. § 49-4-1008, STRONG Act is repealed on June 30, 2021, unless reenacted or extended by the General Assembly prior to that date.
- Based on information provided by the Department of Military, it is estimated that the proposed legislation will result in an increase in state expenditures of approximately \$100,000 in FY20-21. Such increase in expenditures will be absorbed within the existing resources.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

Krista Les Caroner

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